GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA

UNSTARRED QUESTION NO:3826
ANSWERED ON:02.12.2010
NEW INVESTMENT POLICY FOR FERTILIZER SECTOR
Swamygowda Shri N Cheluvaraya Swamy

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) whether the Governments has announced New Investment Policy for fertilizer sector;

(b) if so, the details thereof alongwith the response of the fertilizer industry thereto;

(c) the details of fertilizer companies that have revamped their units and the companies which have asked the Government for assured availability of gas for their plants; and

(d) the measures taken to safeguard the interests of the manufacturers of urea ?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS (SHRI SRIKANT KUMAR JENA)

(a) (b) & (d): Policy for New Investment in urea sector and long-germ offtake of urea from joint venture abroad has been implemented vide notification No. 12012/12/2007-FPP dated 4th September, 2008. The Fertlizer Industry has responding positively to the New Investment Policy by initiating investment decision for revamp of existing capacities. However, for expansion/revival/ Greenfield projcets the investment could not frutify in absence of firm gas prices.

(c): The details are given in the statement annexed.

Annexure

Ministry of Chemicals & Fertilizers
Department of Fertilizers

Subject: Lok Sabha Unstarred Qustion No. 3826 to be answered on 2.12.2010 tabled by Shri N. Chaluaraya Swamy regarding New Investment Policy for Fertilizer Sector.

1. The fertilizer companies that have revamped their units:-

1. CFCL- Gadepan-I & II
2. IFFCO - Aonla - I & II
3. IFFCO - Phulpur - I &II
4. TATA Chemical, Babrala
5. Indo Gulf Fertilizer, Jagdishpur.

2. The companies having krevamps in process :-

1. KRIBHCO - Hazira
2. RCF - Thal

3. NFL - Vijaypur- I & II
4. KRIBHCO Shyam, Shajahanpur
5. NFCL, Kakinada- I & II